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TEP

Tucson Electric Power
88 East Broadway Blvd., Post Office Box 711
Tucson, AZ 85702



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AZ CORP COMMISSION

DOCKET CONTROL

2015 APR 14 PM 4:31

April 13, 2015

Docket Control
Arizona Corporation Commission
1200 West Washington Street
Phoenix, AZ 85007

Re: Notice of Errata – Tucson Electric Power Company's Environmental Compliance Adjustor ("ECA"), Decision No. 73912, Docket No. E-01933A-12-0291

Following the filing of Tucson Electric Power Company's proposed ECA on March 2, 2015, it was discovered that Line No. 4 of Schedule 2 was calculated in error. The calculation has been corrected to reflect "\$12,626,243.59" and a revised Schedule 2 is attached. This correction does not result in any change to the proposed the ECA rate of \$0.000191 per kWh.

If you have any questions about this filing, please contact me at (520) 884-3680 or Dave Lewis at (520) 884-3659.

Sincerely,

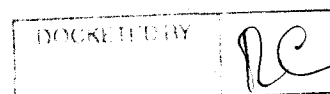
Melissa Morales
Regulatory Services

cc: Eric Hill, ACC
Barbara Keene, Utilities Division, ACC
Compliance Section, ACC

Arizona Corporation Commission

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TUCSON ELECTRIC POWER COMPANY
Schedule 2: Capital Carrying Costs and Adjustor Calculation
Plant in Service Effective August 1, 2013 through December 31, 2014
Billing Period Effective May 1, 2015 through April 30, 2016

Line No.	ECA Rate Calculation	
	Qualified Net Plant	
1.	Qualified Environmental Compliance Projects (Schedule 2)	\$12,882,517.88
2.	Accumulated Depreciation	\$256,274.30
3.	Cumulative Deferred Tax/Tax Credits	0.00
4.	Qualified Net Plant (Line 1 - Line 2 - Line 3)	<u>\$12,626,243.59</u>
5.	Pre-Tax Weighted Average Cost of Capital	10.12%
	ECA Revenue Requirement	
6.	Composite Return on ECA Net Plant (Line 4 * Line 5)	\$1,278,182.68
7.	Annual Depreciation of Plant in Service	401,566.73
8.	Applicable Property Tax	68,157.40
9.	Associated O&M Expense	0.00
10.	Total ECA Capital Carrying Costs (Line 6 + Line 7 + Line 8 + Line 9)	<u>\$1,747,906.81</u>
11.	Total Company Retail Sales (kWh)	9,165,353,507
12.	Calculated ECA Rate (\$/kWh) (Line 10 / Line 11)	\$0.000187
13.	ECA Rate Cap (\$/kWh)	\$0.000250
14.	ECA Rate (\$/kWh) Lesser of Line 13 or Line 14	<u><u>\$0.000191</u></u>